



General Assembly

Substitute Bill No. 5226

February Session, 2012

* ____HB05226INS__030812__ *

**AN ACT CONCERNING LIFE INSURANCE PREMIUM PAYMENT
SCHEDULES FOR RETIREES.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 38a-430 of the 2012 supplement to the general
2 statutes is repealed and the following is substituted in lieu thereof
3 (*Effective October 1, 2012*):

4 (a) No life insurance or annuity policy or contract shall be delivered
5 or issued for delivery to any person in this state, nor shall any
6 application, rider or endorsement be used in connection therewith,
7 until a copy of the form thereof shall have been filed with and
8 approved by the commissioner. The commissioner shall adopt
9 regulations, in accordance with the provisions of chapter 54,
10 establishing a procedure for review of such policies. The commissioner
11 shall issue an order disapproving the use of any such form at any time
12 if it does not comply with the requirements of law, or if it contains a
13 provision or provisions that are unfair or deceptive or that encourage
14 misrepresentation of the policy. The commissioner shall specify the
15 reason for the commissioner's disapproval. The provisions of section
16 38a-19 shall apply to any such order issued by the commissioner.

17 (b) (1) Upon request by a retiree insured under an individual life
18 insurance policy or a rider thereto, an insurance company shall allow
19 such retiree to elect a premium payment schedule. Such schedule

20 choices shall include, at a minimum, a quarterly, a biannual and an
 21 annual premium payment.

22 (2) Upon request by a retiree insured under a group life insurance
 23 policy or a rider thereto who pays any part of the premium for such
 24 policy or rider, the policyholder shall allow such retiree to elect a
 25 premium payment schedule. Such schedule choices shall include, at a
 26 minimum, a quarterly, a biannual and an annual premium payment.

27 ~~[(b)]~~ (c) Nothing in this chapter shall preclude the issuance of a life
 28 insurance ~~[contract]~~ policy including, but not limited to, a long-term
 29 care policy as provided in section 38a-458, that includes an optional
 30 health insurance rider, provided the optional health insurance rider is
 31 filed with and approved by the Insurance Commissioner pursuant to
 32 section 38a-481. Any company offering such policies for sale in this
 33 state shall be licensed to sell health insurance in this state pursuant to
 34 the provisions of section 38a-41.

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2012	38a-430

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INS *Joint Favorable Subst.*